

# Proposition 46 and HCD: One Year Later

State of California

Department of Housing and  
Community Development (HCD)

# Proposition 46:

- ◆ Approved by voters November 5, 2002
- ◆ \$2.1 billion
- ◆ Funds programs administered by HCD and CalHFA
- ◆ 2003/04 budget redirects some funds

# Original Proposition 46 Allocations

## Department of Housing and Community Development (HCD)

HCD Program	Dollars (millions)
<b>Multifamily Housing Program</b>	<b>\$779</b>
<b>Supportive Housing Program</b>	<b>\$190</b>
<b>Supportive Services Space</b>	<b>\$20</b>
<b>Student Housing</b>	<b>\$15</b>
<b>Local Housing Trust Funds</b>	<b>\$24</b>
<b>Preservation Repositioning</b>	<b>\$4.8</b>
<b>CalHome</b>	<b>\$108</b>
<b>BEGIN</b>	<b>\$72</b>
<b>Self Help Housing</b>	<b>\$9.5</b>
<b>Accessibility Grants for Renters</b>	<b>\$5</b>
<b>JSJ Farmworker Housing Grant</b>	<b>\$135</b>
<b>JSJ Migrant Housing</b>	<b>\$25</b>
<b>JSJ Housing with Health Services</b>	<b>\$20</b>
<b>Emergency Housing Asst. Program</b>	<b>\$186</b>
<b>J/H Balance - Workforce Housing</b>	<b>\$99</b>
<b>Code Enforcement Grants</b>	<b>\$4.7</b>

# 2003/04 budget redirections

## ◆ CalHome Program (Local Assistance)

- Originally Local Assistance: \$108 million
- Reduction: \$ 12.6 mil.\*
- Remaining Prop 46: \$95.4 million

\*Redirected to pay for prior general fund projects.

# 2003/04 budget redirections

## ◆ Joe Serna, Jr. Farmworker Housing Grant (Local Assistance)

■ Original Local Assistance:	\$135million
■ Reduction:	<u>\$ 27 million*</u>
■ Remaining Prop 46:	\$108 million

\*Redirected to pay for prior general fund projects.

# Revised Proposition 46 Allocations

## Department of Housing and Community Development (HCD)

HCD Program	Dollars (millions)
<b>Multifamily Housing Program</b>	<b>\$779</b>
<b>Supportive Housing Program</b>	<b>\$190</b>
<b>Supportive Services Space</b>	<b>\$20</b>
<b>Student Housing</b>	<b>\$15</b>
<b>Local Housing Trust Funds</b>	<b>\$24</b>
<b>Preservation Repositioning</b>	<b>\$4.8</b>
<b>CalHome</b>	<b>\$95.4</b>
<b>BEGIN</b>	<b>\$72</b>
<b>Self Help Housing</b>	<b>\$9.5</b>
<b>Accessibility Grants for Renters</b>	<b>\$5</b>
<b>JSJ Farmworker Housing Grant</b>	<b>\$108</b>
<b>JSJ Migrant Housing</b>	<b>\$25</b>
<b>JSJ Housing with Health Services</b>	<b>\$20</b>
<b>Emergency Housing Asst. Program</b>	<b>\$186</b>
<b>J/H Balance - Workforce Housing</b>	<b>\$99</b>
<b>Code Enforcement Grants</b>	<b>\$4.7</b>

# Other budget impacts

- ◆ Return of disencumbered prior year funds
  - CalHome: \$7 million
  - Downtown Rebound & MHP: \$9.7 million
- ◆ Staffing reductions and delays
  - Non-bond positions eliminated
  - Freeze on bond position hiring

# Prop 46 funds awarded by HCD by June 30 '03

<u>Program</u>	<u>No. Awards</u>	<u>Dollars Awarded</u>
Multifamily Housing Program	27	\$ 88,037,189
Supportive Housing	10	\$ 13,113,935
Emergency Housing/Cap. Devel.	59	\$ 24,523,310
Joe Serna, Jr. Farmworker	17	\$ 22,067,929
Jobs/Housing Balance Incentive	104	\$ 25,000,000
Code Enforcement	30	\$ 4,750,000
Self-Help	6	\$ 510,000
<b>TOTAL</b>	<b>252</b>	<b>\$178,002,363</b>



# Funds Remaining from Awarded Programs as of July 1 '03

<u>Program</u>	<u>\$ Awarded</u>	<u>\$ Remaining</u>
Multifamily Housing Program	\$ 88 million	\$691 million
Supportive Housing	\$ 13.1 million	\$177 million
Emergency Housing/Cap. Devel.	\$ 24.5 million	\$161 million
Joe Serna, Jr. Farmworker	\$ 22 million	\$ 86 million
Jobs/Housing Balance Incentive	\$ 25 million	\$ 74 million*
Code Enforcement	\$ 4.7 million	\$ 0
Self-Help	\$ 510,000	\$ 9 million
<b>Totals</b>	<b>\$178 million</b>	<b>\$1.198 billion</b>

\*Available for Workforce Housing Reward Program

# Prop 46 funds currently being offered by HCD

<u>Program (\$m)</u>	<u>NOFA* Date</u>	<u>Award Date</u>
<b>MHP</b> (\$70)	August 15, 03	Jan 04
<b>Supp. Hsg</b> (\$25)	August 15, 03	OTC**
<b>Serv Space</b> (\$15)	August 15, 03	Jan 04 & OTC
<b>Trust Fund</b> (\$24)	August 18, 03	Dec 03 & OTC

\*Notice of Funding Availability

\*\*Over-the-Counter (awarded continuously)

# Prop 46 funds currently being offered by HCD (cont.)

<u>Program (\$m)</u>	<u>NOFA Date</u>	<u>Award Date</u>
<b>JSJ Migrant</b> (\$25)	February 7, 03	OTC
<b>CalHome</b> (\$25)	July 16, 03	Dec 03
<b>Preserv'n</b> (\$4.7)	March 5, 03	Sept 03
<b>Exterior Acc</b> (\$5)	Sept 19, 03	Jan 04

# Prop 46 funds currently being offered by HCD (cont.)

<u>Program (\$m)</u>	<u>NOFA Date</u>	<u>Award Date</u>
<b>Self Help (\$3)</b>	October 6, 03	OTC
<b>Emerg Hsg (\$31)</b>	October 31, 03	OTC
<b>Total:</b>	<b>\$227.7 million</b>	

# Future Prop 46 NOFAs

<u>Program (\$m)</u>	<u>NOFA Date</u>	<u>Award Date</u>
<b>JSJ General</b> (\$35)	October 17, 03	OTC
<b>JSJ/Health</b> (\$20)	October 15, 03	Dec 03
<b>Studnt Hsg</b> (\$15)	October 15, 03	Mar 04
<b>BEGIN</b> (\$25)	November 3, 03	OTC

# Non-Prop 46 NOFAs

## Program (\$m)

## NOFA Date

## Award Date

### **CDBG**

- |                           |                |              |
|---------------------------|----------------|--------------|
| - <b>Planning</b> (\$4)   | March 15, 03   | OTC          |
| - <b>Econ Devt</b> (\$13) | July 1, 03     | Dec 03 & OTC |
| - <b>General</b> (\$30)   | October 15, 03 | May 04       |

### **Predevel** (\$3)

August 18, 03

OTC

### **HOME** (\$80)

November 15, 03

April 04

### **MPROP** (\$6)

November 21, 03

Feb 04

## Long-term projected Prop 46 releases:

◆ CalHome	\$25m/yr x 3.5 yrs
◆ Self Help	\$3.5m/yr x 2 yrs
◆ MHP	\$153m/yr x 2 yrs
	\$124m/yr x 3.5 yrs
◆ Supportive Hsg.	\$35m/yr x 4.5 yrs
◆ JSJ Farmworker	\$30m/yr x 4.5 yrs
◆ EHAP	\$31m/yr x 5 yrs
◆ Workforce Housing	\$33m/yr x 2 yrs

# Listening to our customers

- ◆ Public review and hearings on all regulation adoptions
- ◆ Workshops on new application processes and criteria
- ◆ Stakeholder advisory committee for HOME
- ◆ HCD representation at industry conferences



# Program regulation improvements

## Program

## Impact

**MHP**

Program improvements and streamlining

**HOME, MHP,  
JSJ**

Uniform rental underwriting regulations for three major multifamily programs

**HOME**

New applications, rating & ranking criteria

# Program regulation improvements

## **CalHome**

Initial regulations with major revisions

## **Predevt**

Combining 4 programs; add'l uses and applicants

## **Federal Emerg Shelter Grnt**

Initial regulations; new funding allocation system

# Other improvements

- ◆ **Timely issuance of Notices of Funding Availability (NOFAs)**
- ◆ **No major staff increases means improved productivity**
- ◆ **Supportive Housing**
  - OTC awards
  - Pre-application

# Other improvements (cont.)

## ◆ **More effective deployment of funds**

- HOME pre-allocating future federal funds
- MHP timing with tax-exempt bond to facilitate a funding decision stream

## ◆ **Quicker responses to market conditions**

- EHAP-CD: under-subscription leads to new procedures
- Supportive Housing: OTC process supplemented by pre-application
- CalHome: customer feedback shapes new regulations

# Website addresses

- ◆ HCD home page:  
[Http://www.hcd.ca.gov/](http://www.hcd.ca.gov/)
- ◆ Division of Community Affairs home page (information on loan and grant programs): <http://www.hcd.ca.gov/ca/>
- ◆ Current and future events:  
<http://www.hcd.ca.gov/news/events>
- ◆ Or call (916) 322-1560